



HILLCREST LITIGATION SERVICES LIMITED

6 October 2016

Company Announcements Platform
Australian Securities Exchange
Level 4
20 Bridge Street
SYDNEY NSW 2000

By Electronic Lodgement

Dear Sir/Madam

NOTICE UNDER SECTION 708AA(2)(f) OF THE CORPORATIONS ACT 2001

This notice is given by Hillcrest Litigation Services Limited (ASX: HLS) (**Company**) under section 708AA(2)(f) of the *Corporations Act 2001* (Cth) (**Corporations Act**) as notionally modified by Australian Securities and Investment Commission Class Order 08/35 (**C08/35**). References in this notice of the Corporations Act are references to the Corporations Act as modified or amended by CO 08/35.

The Company has announced its intention to undertake an equity raising of up to approximately \$309,309 via a non-renounceable entitlement offer. The raising comprises a non-renounceable pro-rata entitlement offer of fully paid ordinary shares (**Shares**), on the basis of one (1) new Share for every five (5) Shares held as at 5:00pm (WST) on 12 October 2016 (**Record Date**) to eligible shareholders with a registered address in Australia or New Zealand (**Entitlement Offer**).

Based on the current capital structure (and assuming no options to acquire Shares (**Options**) are exercised prior to the Record Date) a total of an additional 61,861,827 Shares will be issued if the Entitlement Offer is fully subscribed and the amount raised will be approximately \$309,309.

The Entitlement Offer is conditionally underwritten by PAC Partners Pty Limited (ACN 165 738 438) a Corporate Authorised Representative of PAC Asset Management Pty Ltd holder of an Australian Financial Services Licence (AFSL No. 335 374) (**Underwriter**). The Company will pay the Underwriter an underwriting fee of 6% of the total gross amount underwritten by the Underwriter as well as reimbursement of expenses.

Eligible shareholders who hold an unmarketable parcel of Shares as at the Record Date will be given priority to top-up their shareholding to a value of \$2,000 or more under the shortfall offer. Other than this priority, the Underwriter, in consultation with the Directors, reserves the right to issue additional Shares at its absolute discretion.

The Company hereby confirms that in respect of the Entitlement Offer (as per the requirements of paragraph 708AA(2)(f) of the Corporations Act):

- (a) the Company will offer the Shares for issue without disclosure to investors under Part 6D.2 of the Corporations Act;
- (b) the Company is providing this notice under paragraph 2(f) of section 708AA of the Corporations Act;
- (c) as at the date of this notice the Company has complied with:
 - (i) the provisions of Chapter 2M of the Corporations Act as they apply to the Company;
 - (ii) section 674 of the Corporations Act as it applies to the Company;
- (d) as at the date of this notice, there is no excluded information of the type referred to in sections 708AA(8) and 708AA(9) of the Corporations Act;
- (e) the potential effect that the issue of the new Shares pursuant to the Entitlement Offer will have on the control of the Company, and the consequences of that effect, will depend on a number of factors, including investor demand. If all shareholders subscribe for their entitlements, then all shareholders will retain their percentage ownership in the Company, and the issue of Shares under the Entitlement Offer is not expected to have any material effect on the control of the Company.

Yours sincerely



Jay Stephenson
Director / Company Secretary
HILLCREST LITIGATION SERVICES LIMITED